

QUARTERLY REPORT

LICENSEE TRUMP TAJ MAHAL CASINO RESORT

FOR THE QUARTER ENDED SEPTEMBER 30, 2003

TO THE
CASINO CONTROL COMMISSION
OF THE
STATE OF NEW JERSEY



TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

BALANCE SHEETS

AS OF SEPTEMBER 30, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	SEPTEMBER 2003	SEPTEMBER 2002
	ASSETS		
	Current Assets:		
1	Cash and Cash Equivalents.....	41,155	47,318
2	Short-Term Investments.....	-	-
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2003, \$10,269; 2002, \$10,577).....	15,092	18,312
4	Inventories.....	4,835	4,832
5	Prepaid Expenses and Other Current Assets.....	7,985	6,687
6	Total Current Assets.....	69,067	77,149
7	Investments, Advances, and Receivables - CRDA.....	10,337	14,789
8	Property and Equipment - Gross.....	1,139,880	1,104,518
9	Less: Accumulated Depreciation and Amortization.....	(280,068)	(238,991)
10	Property and Equipment - Net.....	859,812	865,527
11	Other Assets..... NOTE 4.....	11,536	12,756
12	Total Assets.....	950,752	970,221
	LIABILITIES AND EQUITY		
	Current Liabilities:		
13	Accounts Payable.....	19,138	12,798
14	Notes Payable.....	-	-
	Current Portion of Long-Term Debt:		
15	Due to Affiliates.....	-	-
16	Other..... NOTE 2.....	9,141	4,065
17	Income Taxes Payable and Accrued.....	3,462	1,790
18	Other Accrued Expenses.....	20,234	23,214
19	Other Current Liabilities.....	7,661	4,805
20	Total Current Liabilities.....	59,636	46,672
	Long-Term Debt:		
21	Due to Affiliates..... NOTE 2.....	836,409	836,247
22	Other..... NOTE 2.....	10,954	7,593
23	Deferred Credits.....	-	-
24	Other Liabilities.....	1,198	4,053
25	Commitments and Contingencies..... NOTE 8.....		
26	Total Liabilities.....	908,197	894,565
27	Stockholders', Partners', or Proprietor's Equity..... NOTE 5 & 6.....	42,555	75,656
28	Total Liabilities and Equity.....	950,752	970,221

* Reclassification to conform to current year presentation.

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF INCOME

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	REVENUE:		
1	Casino.....	395,223	408,507
2	Rooms.....	25,507	26,656
3	Food and Beverage.....	42,515	42,850
4	Other.....	12,943	15,603
5	Total Revenue.....	476,188	493,616
6	Less: Promotional Allowances.....	99,743	95,237
7	Net Revenue.....	376,445	398,379
	COSTS AND EXPENSES:		
8	Cost of Goods and Services.....	217,160	219,179
9	Selling, General and Administrative.....	56,468	53,999
10	Provision for Doubtful Accounts.....	2,849	3,909
11	Total Costs and Expenses.....	276,477	277,087
12	Gross Operating Profit.....	99,968	121,292
13	Depreciation and Amortization.....	32,701	28,066
14	Charges from Affiliates Other than Interest:	-	-
15	Management Fees.....	-	-
15	Other..... NOTE 4.....	4,960	4,908
16	Income (Loss) from Operations.....	62,307	88,318
	Other Income (Expenses):		
17	Interest Income (Expense) - Affiliates..... NOTE 2.....	(72,499)	(71,227)
18	Interest Income (Expense) - External..... NOTE 2.....	(1,203)	(680)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(2,898)	(2,043)
20	Nonoperating Income (Expense) - Net.....	72	195
21	Total Other Income (Expenses).....	(76,528)	(73,755)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(14,221)	14,563
23	Provision (Credit) for Income Taxes..... NOTE 7.....	1,806	1,790
24	Income (Loss) Before Extraordinary Items.....	(16,027)	12,773
25	Extraordinary Items (Net of Income Taxes- 2003, \$ ____ ; 2002, \$ ____).....	-	-
26	Net Income (Loss).....	(16,027)	12,773

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	REVENUE:		
1	Casino.....	137,858	146,129
2	Rooms.....	9,349	9,793
3	Food and Beverage.....	15,351	15,366
4	Other.....	5,390	6,032
5	Total Revenue.....	167,948	177,320
6	Less: Promotional Allowances.....	37,981	32,288
7	Net Revenue.....	129,967	145,032
	COSTS AND EXPENSES:		
8	Cost of Goods and Services.....	74,712	76,990
9	Selling, General and Administrative.....	19,315	17,781
10	Provision for Doubtful Accounts.....	723	2,491
11	Total Costs and Expenses.....	94,750	97,262
12	Gross Operating Profit.....	35,217	47,770
13	Depreciation and Amortization.....	11,349	9,764
14	Charges from Affiliates Other than Interest.....	-	-
15	Management Fees.....	-	-
15	Other..... NOTE 4.....	1,290	1,666
16	Income (Loss) from Operations.....	22,578	36,340
	Other Income (Expenses):		
17	Interest Income (Expense) - Affiliates..... NOTE 2.....	(24,148)	(24,223)
18	Interest Income (Expense) - External..... NOTE 2.....	(458)	(272)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(577)	(602)
20	Nonoperating Income (Expense) - Net.....	(15)	39
21	Total Other Income (Expenses).....	(25,198)	(25,058)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	(2,620)	11,282
23	Provision (Credit) for Income Taxes..... NOTE 7.....	689	1,790
24	Income (Loss) Before Extraordinary Items.....	(3,309)	9,492
25	Extraordinary Items (Net of Income Taxes- 2003, \$ ____ ; 2002, \$ ____).....	-	-
26	Net Income (Loss).....	(3,309)	9,492

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF CHANGES IN PARTNERS' OR PROPRIETOR'S EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2002
AND THE NINE MONTHS ENDED SEPTEMBER 30, 2003

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	 (e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2001.....	\$187,242	(\$10,918)		\$176,324
2	Net Income (Loss) - 2002.....		3,154		3,154
3	Capital Contributions..... NOTE 6.....	(35,565)			(35,565)
4	Capital Withdrawals.....				
5	Partnership Distributions..... NOTE 5.....	(79,176)			(79,176)
6	Prior Period Adjustments.....				
7				
8				
9				
10	Balance, December 31, 2002.....	72,501	(7,764)		64,737
11	Net Income (Loss) - 2003.....		(16,027)		(16,027)
12	Capital Contributions.....				
13	Capital Withdrawals.....				
14	Partnership Distributions..... NOTE 5.....	(6,155)			(6,155)
15	Prior Period Adjustments.....				
16				
17				
18				
19	Balance, September 30, 2003.....	\$66,346	(\$23,791)		\$42,555

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
1	NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	18,733	24,501
	CASH FLOWS FROM INVESTING ACTIVITIES:		
2	Purchase of Short-Term Investment Securities.....	-	-
3	Proceeds from the Sale of Short-Term Investment Securities.....	-	-
4	Cash Outflows for Property and Equipment.....	(13,874)	(9,853)
5	Proceeds from Disposal of Property and Equipment.....	-	-
6	Purchase of Casino Reinvestment Obligations.....	(4,007)	(4,902)
7	Purchase of Other Investments and Loans/Advances made	-	-
8	Proceeds from Disposal of Investments and Collection	-	-
9	of Advances and Long-Term Receivables.....	-	-
10	Cash Outflows to Acquire Business Entities.....	-	-
11		-	-
12	Net Cash Provided (Used) by Investing Activities.....	(17,881)	(14,755)
	CASH FLOWS FROM FINANCING ACTIVITIES:		
13	Cash Proceeds from Issuance of Short-Term Debt.....	-	-
14	Payments to Settle Short-Term Debt.....	-	-
15	Cash Proceeds from Issuance of Long-Term Debt.....	-	-
16	Costs of Issuing Debt.....	-	-
17	Payments to Settle Long-Term Debt.....	(6,353)	(2,830)
18	Cash Proceeds from Issuing Stock or Capital Contributions.....	-	-
19	Purchases of Treasury Stock.....	-	-
20	Payments of Dividends or Capital Withdrawals	-	-
21	Partnership Distribution	(6,155)	(1,664)
22	Cash Disbursed for Capital Contribution	-	-
23	Net Cash Provided (Used) by Financing Activities.....	(12,508)	(4,494)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....	(11,656)	5,252
25	Cash and Cash Equivalents at Beginning of Period.....	52,811	42,066
26	Cash and Cash Equivalents at End of Period.....	41,155	47,318
	CASH PAID DURING PERIOD FOR:		
27	Interest (Net of Amount Capitalized).....	80,103	79,680
28	Income Taxes.....	288	-

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003 AND 2002

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2003 (c)	2002 (d)
	NET CASH FLOWS FROM OPERATING ACTIVITIES:		
29	Net Income (Loss).....	(16,027)	12,773
	Noncash Items Included in Income and Cash Items Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment.....	32,701	28,066
31	Amortization of Other Assets (Bond Discount).....	119	-
32	Amortization of Debt Discount or Premium.....	1,779	1,931
33	Deferred Income Taxes - Current.....	-	-
34	Deferred Income Taxes - Noncurrent.....	-	-
35	(Gain) Loss on Disposition of Property and Equipment.....	-	-
36	(Gain) Loss on Casino Reinvestment Obligations.....	2,159	2,043
37	(Gain) Loss from Other Investment Activities.....	-	-
38	Net (Increase) Decrease in Receivables and Patrons' Checks.....	517	2,777
39	Net (Increase) Decrease in Inventories.....	311	177
40	Net (Increase) Decrease in Other Current Assets.....	(1,501)	(3,877)
41	Net (Increase) Decrease in Other Assets.....	(7,073)	(11,493)
42	Net Increase (Decrease) in Accounts Payable.....	6,517	(3,545)
43	Net Increase (Decrease) in Other Current Liabilities Excluding Debt.....	(769)	(4,351)
44	Net Increase (Decrease) in Other Noncurrent Liabilities Excluding Debt.....	-	-
45	-	-
46	-	-
47	Net Cash Provided (Used) by Operating Activities.....	18,733	24,501

SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES

	ACQUISITION OF PROPERTY AND EQUIPMENT:		
48	Additions to Property and Equipment.....	(24,483)	(18,122)
49	Less: Capital Lease Obligations Incurred.....	10,609	8,269
50	Cash Outflows for Property and Equipment.....	(13,874)	(9,853)
	ACQUISITION OF BUSINESS ENTITIES:		
51	Property and Equipment Acquired.....	-	-
52	Goodwill Acquired.....	-	-
53	Net Assets Acquired Other than Cash, Goodwill, and Property and Equipment.....	-	-
54	Long-Term Debt Assumed.....	-	-
55	Issuance of Stock or Capital Invested.....	-	-
56	Cash Outflows to Acquire Business Entities.....	0	0
	STOCK ISSUED OR CAPITAL CONTRIBUTIONS:		
57	Total Issuances of Stock or Capital Contributions/Partnership Distribution... NOTE 5 & 6 .	-	(111,777)
58	Plus: Issuances of Long-Term Debt to Affiliates, Net of Costs.....NOTE 6.....	-	35,565
59	Plus: Elimination of Amounts Due from Affiliates.....NOTE 5.....	-	76,212
60	Cash Proceeds from Issuing Stock or Capital Contributions.....	0	0

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

(\$ IN THOUSANDS)

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2003

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	90,414	\$ 7,280		
2	Food	644,945	7,371		
3	Beverage	1,601,165	2,554		
4	Travel			11,503	\$ 1,697
5	Bus Program Cash	170,798	1,619		
6	Other Cash Comps	644,171	18,622		
7	Entertainment	4,615	272	785	100
8	Retail & Gifts			51,032	1,412
9	Parking				
10	Other	4,552	263	16,490	437
11	Total	3,160,660	\$ 37,981	79,810	\$ 3,646

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2003

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	234,436	\$ 18,327		
2	Food	1,704,156	19,679		
3	Beverage	4,666,490	7,423		
4	Travel			42,445	\$ 5,047
5	Bus Program Cash	460,119	4,164		
6	Other Cash Comps	1,577,545	48,809		
7	Entertainment	14,510	632	12,545	627
8	Retail & Gifts			136,644	4,359
9	Parking				
10	Other	11,684	709	46,798	1,107
11	Total	8,668,940	\$ 99,743	238,432	\$ 11,140

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2003
(Unaudited)

NOTE 1 - ORGANIZATION AND OPERATIONS

Trump Taj Mahal Associates, a New Jersey general partnership ("Taj Associates") is 100% beneficially owned by Trump Atlantic City Associates, a New Jersey general partnership ("Trump AC"). Trump AC is 100% beneficially owned by Trump Hotels & Casino Resorts Holdings, L.P., a Delaware limited partnership ("THCR Holdings") of which Trump Hotels & Casino Resorts, Inc., a Delaware corporation ("THCR"), is the sole general partner. In addition, Trump AC beneficially wholly owns Trump Plaza Associates, a New Jersey general partnership ("Plaza Associates"), which owns and operates the Trump Plaza Hotel and Casino located in Atlantic City, New Jersey.

Taj Associates owns and operates the Trump Taj Mahal Casino Resort (the "Taj Mahal"), an Atlantic City, New Jersey hotel, casino and convention center complex. The Atlantic City market is very competitive, especially since the opening of the Borgata by a joint venture of MGM Mirage and Boyd Gaming in Atlantic City's marina district in July 2003, and is anticipated to become more competitive in the future.

The accompanying financial statements have been prepared without audit. In the opinion of management, all adjustments, consisting of only normal recurring adjustments necessary to present fairly the financial position, the results of operations and cash flows for the periods presented, have been made.

The accompanying financial statements have been prepared pursuant to the rules and regulations of the Casino Control Commission of the State of New Jersey (the "Commission"). Accordingly, certain information and note disclosures normally included in financial statements prepared in conformity with accounting principles generally accepted in the United States have been condensed or omitted. These financial statements should be read in conjunction with the financial statements and notes thereto included in Taj Associates' December 31, 2002 Quarterly Report as filed with the Commission.

The casino industry in Atlantic City is seasonal in nature with the peak season being the spring and summer months; therefore, results of operations for the nine and three months ended September 30, 2003 and 2002 are not necessarily indicative of the operating results for a full year.

Reclassifications

Certain reclassifications and disclosures have been made to prior year financial statements for them to be in conformity with the current year presentation.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2003
(Unaudited)

NOTE 2 - LONG-TERM DEBT

Long-term debt consists of the following:

	<u>September 30,</u> <u>2003</u>	<u>September 30,</u> <u>2002</u>
Note Payable - Trump AC (a)	\$ 800,000,000	\$ 800,000,000
Note Payable - Trump AC, net of unamortized discount of \$341,000 and \$503,000, respectively (a)	36,409,000	36,247,000
Other (b)	<u>20,095,000</u>	<u>11,658,000</u>
Total	856,504,000	847,905,000
Less: Current portion - Other	<u>(9,141,000)</u>	<u>(4,065,000)</u>
	<u>\$ 847,363,000</u>	<u>\$ 843,840,000</u>

(a) Trump AC together with Trump Atlantic City Funding, Inc., a wholly owned subsidiary of Trump AC ("Trump AC Funding"), issued the Trump Atlantic City Mortgage Notes ("Trump AC Mortgage Notes") in an aggregate principal amount of \$1,200,000,000 which bear interest at 11.25% and are due May 1, 2006. Interest on the Trump AC Mortgage Notes is due semiannually. The Trump AC Mortgage Notes are guaranteed as to payment of principal and interest jointly and severally by Taj Associates, Plaza Associates, Trump AC and all future subsidiaries of Trump AC (other than Trump AC Funding). The Trump AC Mortgage Notes are jointly and severally secured by mortgages representing a first lien and security interest on substantially all of the assets of Taj Associates and Plaza Associates.

Trump AC together with Trump Atlantic City Funding II, Inc. ("Trump AC Funding II") and Trump Atlantic City Funding III, Inc. ("Trump AC Funding III"), wholly owned subsidiaries of Trump AC, issued Trump AC Mortgage Notes in an aggregate principal amount of \$75,000,000 and \$25,000,000, respectively, which bear interest at 11.25% and are due May 1, 2006. Interest on the Trump AC Mortgage Notes is due semiannually. The Trump AC Mortgage Notes are guaranteed as to payment of principal and interest jointly and severally by Taj Associates, Plaza Associates, Trump AC and all future subsidiaries of Trump AC (other than Trump AC Funding). The Trump AC Mortgage Notes are jointly and severally secured by mortgages representing a first lien and security interest on substantially all of the assets of Taj Associates and Plaza Associates.

From the proceeds of the issuance of the Trump AC Mortgage Notes, Trump AC loaned \$800,000,000 and \$36,750,000 to Taj Associates with interest at 11.25%, due May 1, 2006 with the same terms as the Trump AC Mortgage Notes. Costs of \$29,467,000 and \$609,000 associated with the issuance of the Trump AC Mortgage Notes are being amortized by Taj Associates using the effective interest method over the term of the Trump AC Mortgage Notes. Amortization is included in interest expense in the accompanying statements of operations and totaled \$1,779,000 and \$1,931,000 for the nine months ended September 30, 2003 and 2002, respectively.

The Trump AC Mortgage Notes include restrictive covenants prohibiting or limiting, among other things, the sale of assets, the making of acquisitions and other investments, certain capital expenditures, the incurrence of additional debt and liens and the payment of dividends and distributions.

(b) Interest on these leases are payable with interest rates ranging from 7.9% to 11.6%. The leases are due at various dates between 2004 and 2007 and are secured by the equipment financed.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2003
(Unaudited)

NOTE 3 - RECENT ACCOUNTING PRONOUNCEMENTS

In July 2001, the FASB issued SFAS No. 143, "Accounting for Asset Retirement Obligations." This standard addresses the financial accounting and reporting for obligations associated with the retirement of tangible long-lived assets and the associated asset retirement costs. The standard is effective for fiscal years beginning after June 15, 2002. The effect of adoption was not material to Taj Associate's financial results.

In November 2002, the FASB issued Interpretation No. 45, "Guarantor's Accounting and Disclosure Requirements for Guarantees, Including Indirect Guarantees of Indebtedness of Others, an Interpretation of FASB Statements No. 5, 57, and 107 and Rescission of FASB Interpretation No. 34" ("FIN No. 45"). The interpretation requires that upon issuance of a guarantee, the entity must recognize a liability for the fair value of the obligation it assumes under that obligation. This interpretation is intended to improve the comparability of financial reporting by requiring identical accounting for guarantees issued with separately identified consideration and guarantees issued without separately identified consideration. For Taj Associates, the initial recognition, measurement provision and disclosure requirements of FIN No. 45 are applicable to guarantees issued or modified after December 31, 2002. The effect of adoption was not material to Taj Associate's financial results.

In January 2003, the FASB issued Interpretation No. 46, "Consolidation of Variable Interest Entities" ("FIN No. 46"). This interpretation clarifies the application of Accounting Research Bulletin No. 51, "Consolidated Financial Statements," to certain entities in which equity investors do not have the characteristics of a controlling financial interest or do not have sufficient subordinated financial support from other parties. FIN No. 46 applies immediately to variable interest entities created after January 31, 2003, and to variable interest entities in which an enterprise obtains an interest after that date. For existing variable interest entities, the consolidated requirement is effective for interim or annual financial statements, ending after December 15, 2003, as amended. Taj Associates is still evaluating whether it has any variable entities, which will be subject to consolidation pursuant to FIN No. 46.

NOTE 4 - TRANSACTIONS WITH AFFILIATES

Taj Associates has engaged in certain transactions with Donald J. Trump ("Trump") and entities that are wholly or partially owned by Trump. Amounts receivable/(payable) at September 30 are as follows:

	September 30, 2003	September 30, 2002
Trump Marina Associates ("Marina Associates") \$	(13,000)	\$ (23,000)
Plaza Associates	135,000	13,000
Trump Indiana	(59,000)	—
Trump Administration	(91,000)	(2,000)
THCR	—	(69,000)
Trump AC	2,000,000	2,000,000
	<u>\$ 1,972,000</u>	<u>\$ 1,919,000</u>

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2003
(Unaudited)

Taj Associates engages in various transactions with the other Atlantic City hotel/casinos and related casino entities owned by Trump. These transactions are charged at cost or normal selling price in the case of retail items and include certain shared professional fees, insurance, payroll costs, warehoused operating inventories and advertising as well as complimentary services offered to customers.

Trump Taj Mahal Associates Administration, a separate division of Taj Associates ("Trump Administration") was formed for the purpose of realizing cost savings and operational synergies by consolidating certain administrative functions of, and providing certain services to, Plaza Associates, Taj Associates and Marina Associates. Management believes that Trump Administration's services will continue to result in substantial cost savings and operational synergies.

NOTE 5 - PARTNERSHIP DISTRIBUTION

Pursuant to the indentures governing the Trump AC Mortgage Notes, Trump AC is permitted to reimburse THCR for its operating and interest expenses. These reimbursements are subject to limitations set forth in such indentures, including an annual limitation of \$10,000,000 in operating expense reimbursements and a life- time limitation of \$50,000,000 in interest expense reimbursements.

As such, Trump AC's subsidiaries, Taj Associates and Plaza Associates are permitted to reimburse Trump AC for its interest expenses and operating expense reimbursements to THCR. During the quarter ended June 30, 2002, Taj Associates declared a partnership distribution to Trump AC of \$76,212,000. Previously, these amounts were presented as Advances to Affiliates on the balance sheet. Additionally, during the three months ended September 30, 2002, Taj Associates declared cash partnership distributions to Trump AC of \$1,664,000 consisting of operating expense reimbursements. During the nine months ended September 30, 2003, Taj Associates declared cash partnership distributions to Trump AC of \$6,155,000 consisting of operating expense reimbursements.

NOTE 6 - PARTNERSHIP CAPITAL

Trump AC together with Trump AC Funding II and Trump AC Funding III issued Trump AC Mortgage Notes in an aggregate principal amount of \$75,000,000 and \$25,000,000, respectively, which bear interest at 11.25% and are due May 1, 2006. Interest on the Trump AC Mortgage Notes is due semiannually. The Trump AC Mortgage Notes are guaranteed as to payment of principal and interest jointly and severally by Taj Associates, Plaza Associates, Trump AC and all future subsidiaries of Trump AC (other than Trump AC Funding). The Trump AC Mortgage Notes are jointly and severally secured by mortgages representing a first lien and security interest on substantially all of the assets of Taj Associates and Plaza Associates.

From the proceeds of the issuance of the Trump AC Mortgage Notes, Taj Associates and Plaza Associates each received the benefit of \$36,750,000 and \$63,250,000, respectively. Accordingly these amounts plus apportioned deferred loan costs net of unamortized discounts were recorded in the stand alone financial statements of both Taj Associates and Plaza Associates during the quarter ended September 30, 2002. Previously these amounts were recorded solely on the financial statements of Trump AC.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2003
(Unaudited)

NOTE 7 - STATE OF NEW JERSEY INCOME TAXES

On July 3, 2002, the State of New Jersey passed the New Jersey Business Tax Reform Act (the "Act"). This Act, among other things, requires the suspension of the use of the New Jersey net operating loss carryforwards for two years and imposes a new Alternative Minimum Assessment amount under the New Jersey corporate business tax based on either gross receipts or gross profits, as defined. The Act is retroactive to January 1, 2002. In addition on July 1, 2003, the New Jersey legislature passed a law ("New Jersey Profits Tax") which imposes a 7.5% tax on each casino's 2002 adjusted net income, defined as net income plus management fees, subject to a minimum tax of at least \$350,000 per casino. In accordance with the Acts, Taj Associates has recorded a provision for current income tax expense of \$1,806,000 (including \$87,500 related to the New Jersey Profits Tax) and \$1,790,000 for the nine months ended September 30, 2003 and 2002, respectively.

NOTE 8 - COMMITMENTS AND CONTINGENCIES

Legal Proceedings

Currently and from time to time, Taj Associates, its partners, certain members of its former executive committee, executive officers and certain of its employees are involved in various legal proceedings incidental to Taj Associates business. While any proceeding or litigation has an element of uncertainty, management believes that the final outcomes of these matters are not likely to have a material adverse effect upon Taj Associates results of operations or financial position. In general, Taj Associates has agreed to indemnify its partners, executive officers and directors against any and all losses, claims, damages, expenses (including reasonable costs, disbursements and counsel fees) and liabilities (including amounts paid or incurred in satisfaction of settlements, judgements, fines and penalties) incurred by them in said legal proceedings absent a showing of such persons' gross negligence or malfeasance.

Federal Income Tax Examination

Taj Associates is currently involved in an examination with the Internal Revenue Service ("IRS") concerning Taj Associates' federal partnership income tax returns for the tax years 1994 through 1996. While any adjustment which results from this examination could affect Taj Associates' state income tax return, Taj Associates does not believe that adjustments, if any, will have a material adverse effect on its financial condition or results of operations.

NOTE 9 - NEW JERSEY CASINO TAXES

On July 1, 2003, the New Jersey legislature passed a law that increases the taxation of New Jersey casinos. The new law imposes, among other taxes, a 4.25% tax on complimentaries (i.e., free rooms, food, beverages and entertainment given to patrons), an increase in the hotel tax of \$3.00 per day on each occupied room, and increases the parking fee tax from \$1.50 to \$3.00 per car per day. In addition, each casino is charged a profits tax based on 7.5% of each casino's 2002 adjusted net income (defined as net income plus management fees) subject to a minimum annual tax of \$350,000. The tax is assessed during the period from July 1 to June 30 consistent with the fiscal year of the State of New Jersey. For the three and nine months ended September 30, 2003, Taj Associates has recorded a charge to income tax expense on the statement of income for \$87,500 related to the profits tax.


STATEMENT OF CONFORMITY, ACCURACY AND COMPLIANCE

STATE OF NEW JERSEY :
:SS,
COUNTY OF ATLANTIC :

James L. Wright, being duly sworn according to law upon my oath deposes and says:

1. I have examined this Quarterly Report.
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during the quarter.

Subscribed and sworn to before me this 14th
day of November, 2003


Signature


Signature

Vice President of Finance
Title

003507-11
License Number

Suzanne H. Wallowitch
NOTARY PUBLIC OF NEW JERSEY
My Commission Expires November 23, 2008
Basis of Authority
to Take Oaths

On Behalf Of:

Trump Taj Mahal Casino Resort
Casino Licensee